STATE OF NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES OIL CONSERVATION DIVISION

APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NO. 16316

APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NO. 16317

APPLICATION OF COG OPERATING LLC FOR A STANDARD HORIZONTAL SPACING AND PRORATION UNIT AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NO. 16318

APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NO. 16319

APPLICATION OF COG OPERATING LLC FOR A STANDARD HORIZONTAL SPACING AND PRORATION UNIT AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NO. 16320

MARATHON'S PRE-HEARING STATEMENT

Marathon Oil Permian LLC ("Marathon") submits this Pre-Hearing Statement for the

above-referenced case pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

COG Operating LLC One Concho Center 600 W. Illinois Ave Midland, TX 79701

ATTORNEY

Elizabeth A. Ryan COG Operating LLC & Concho Resources Inc. 1048 Paseo de Peralta Santa Fe, New Mexico 87501 eryan@concho.com

OPPONENT

Marathon Oil Permian LLC 5555 San Felipe St. Houston, TX 77056

<u>ATTORNEY</u>

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STATEMENT OF CASE

OPPONENT:

Applicant in the above-styled cases seeks orders from the Division creating non-standard spacing and proration units and compulsory pooling within Section 18 and 19 of Township 24 South, Range 25 East, NMPM, Lea County, New Mexico.

Marathon had previously filed applications with the Division in Case Nos. 16144, 16145, 16146, 16150 and 16151 involving this acreage. Marathon objects to the development plans proposed by COG because such plans will impair Marathon's correlative rights, cause waste, strand reserves underlying the proposed spacing and proration units. Marathon will also present

evidence showing that it can more prudently operate the property.

PROPOSED EVIDENCE

APPLICANT:

<u>WITNESS</u>	ESTIMATED TIME	EXHIBITS
Ryan Gyllenband – Landman	Approx. 30	Approx. 8
Ethan Perry – Geologist	Approx. 30	Approx. 6
Jacob Rotolo/TBD - Reservoir Engineer	Approx. 30	Approx. 6
TBD - Production/Completion Engineer	Approx. 30	Approx. 6

Respectfully submitted,

MODRALL, SPERLING, ROEHL, HARRIS & SISK, P.A.

> Jennifer L. Bradfute Deana Bennett

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CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing was served on counsel of record by electronic mail on August 23, 2018:

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